94TH CONGRESS 2d Session }

HOUSE OF REPRESENTATIVES

REPORT No. 94-1248

# APPROPRIATIONS COMMITTEE RECOMMENDATIONS COMPARED WITH THE ALLOCATION OF BUDGET TOTALS TO THE APPROPRIATIONS COMMITTEE FOR FISCAL YEAR 1977

Mr. Mahon, from the Committee on Appropriations, submitted the following

# REPORT

together with

## ADDITIONAL VIEWS

PURSUANT TO

SECTION 307 OF THE CONGRESSIONAL BUDGET ACT OF 1974



June 10, 1976.—Committed to the Committee of the Whole House on the State of the Union and ordered to be printed

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House of Representatives, Washington, D.C., June 10, 1976.

Hon. Carl Albert, Speaker of the House of Representatives, Washington, D.C.

DEAR MR. SPEAKER: By direction of the Committee on Appropriations, I submit herewith the Committee's Report pursuant to Section 307 of the Congressional Budget Act of 1974.

Sincerely,

GEORGE MAHON, Chairman.

(III)

APPROPRIATIONS COMMITTEE RECOMMENDATIONS COMPARED WITH THE ALLOCATION OF BUDGET TOTALS TO THE APPRO-PRIATIONS COMMITTEE FOR FISCAL YEAR 1977

JUNE 10, 1976.—Committed to the Committee of the Whole House on the State of the Union and ordered to be printed

Mr. Mahon, from the Committee on Appropriations, submitted the following

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The Committee on Appropriations submits the following report in compliance with section 307 of the Congressional Budget Act.

The Budget Act requires that, prior to reporting the first regular appropriation bill for a fiscal year, the Committee on Appropriations shall, to the extent practicable, complete subcommittee markup and full committee action on all regular appropriation bills for that fiscal year and submit to the House a summary report comparing committee recommendations with levels in the first concurrent resolution on the budget for that year.

With the exception of the bill for the District of Columbia (for which the budget estimate was received on June 2), the Committee has completed action on all regular bills for fiscal year 1977. Accordingly, the Committee is making a summary report as called for by section 307 of the Congressional Budget Act of 1974. This report compares the Committee's recommendations to the budget authority and outlays allocated to the Committee in the Statement of the Managers accompanying the Conference Report on the First Concurrent Resolution on the Budget—Fiscal Year 1977 (H. Rept. 94-1108).

### COMMITTEE ACTION COMPARED WITH FUNCTIONAL ALLOCATIONS BUDGET AUTHORITY

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Function	Allocation	Committee recommendation	Difference
National defense International affairs General science, space, and technology Natural resources, environment, and energy Agriculture Commerce and transportation Community and regional development Education, training, employment, and social services Health Income security Veterans benefits and services Law enforcement and justice General Government Revenue sharing and general purpose fiscal assistance	113, 778, 000 6, 718, 000 4, 599, 000 19, 623, 000 2, 311, 000 2, 315, 505, 000 7, 217, 000 24, 130, 000 19, 637, 000 19, 637, 000 3, 403, 000 6, 774, 000 5, 170, 000	112, 395, 992 6, 214, 771 4, 561, 940 13, 011, 560 1, 527, 530 2, 9117, 881 5, 938, 306 15, 410, 825 21, 671, 370 143, 720, 910 18, 407, 539 3, 263, 364 6, 266, 271 6, 266, 271 4, 750	-1, 382, 008 -503, 229 -37, 606 -6, 011, 440 -783, 470 -4, 387, 119 -1, 278, 694 -8, 719, 175 -822, 630 -6, 249, 990 -1, 229, 461 -139, 636 -507, 729 -5, 165, 250
Interest	792, 000		-792, 000
Total	299, 527, 000	261, 513, 009	-38, 013, 991

#### OUTLAYS

#### [In thousands of dollars]

Function	Committee Allocation recommendation 1		Difference	
National defense International affairs General science, space, and technology Natural resources, environment, and energy Agriculture Commerce and transportation Community and regional development Education, training, employment, and social services Health Income security Veterans benefits and services Law enforcement and justice General Government General Government Revenue sharing and general purpose fiscal assistance Interest Allowances	102, 404, 000 7, 142, 000 4, 499, 000 16, 885, 000 2, 023, 000 19, 294, 000 7, 817, 000 22, 526, 000 22, 646, 000 37, 826, 000 19, 556, 000 3, 510, 000 6, 710, 000 3, 361, 000 390 757, 000	100, 689, 745 7, 192, 078 4, 492, 405 16, 290, 350 1, 902, 572 17, 571, 282 5, 878, 666 17, 596, 239 22, 297, 560 36, 322, 404 18, 131, 605 3, 505, 345 6, 278, 018 4, 694 4, 694	-1, 714, 25: +50, 07: -6, 59: -594, 65: -120, 42: -1, 722, 71: -1, 938, 33: -4, 929, 76: -348, 44: -1, 503, 59: -1, 424, 39: -4, 65: -431, 38: -431, 36: -33, 36: 30:	
Total	276, 956, 390	258, 153, 353	-18, 803, 037	

 $<sup>^{-1}</sup>$  These amounts include outlays resulting from obligational authority provided in prior years in addition to the outlays resulting from obligational authority provided in the fiscal 1977 bills. the budget estimate was received on Jane 2) and Committee has com-based action entall regulation? for the direct 1977, A conductor the Committee is making a summan traportion called for by section 307 of

 $<sup>^1</sup>$  Includes sec. 32 transfers.  $^2$  Includes \$90,059,000 in fiscal year 1977 budget authority provided in prior year appropriations as advance funding.

### COMMITTEE ACTION COMPARED WITH SUBCOMMITTEE ALLOCATIONS BUDGET AUTHORITY

[In thousands of dollars]

Subcommittee	Allocation	Committee recommendation	Difference
Agriculture and related agencies	1 14, 582, 580 107, 131, 719 396, 894 5, 457, 148 55, 938, 419 6, 714, 407 66, 208, 566 980, 686 3, 467, 000 10, 137, 095 7, 291, 894 26, 071, 592 8, 574, 682 6, 574, 318	1 12, 514, 438 105, 947, 887 4, 946, 198 42, 993, 930 5, 589, 180 55, 877, 281 780, 267 3, 293, 118 9, 551, 209 6, 382, 828 2 5, 360, 715 8, 275, 958	-2, 068, 142 -1, 183, 832 -396, 894 -510, 950 -12, 944, 489 -1, 125, 227 -10, 331, 285 -200, 419 -173, 882 -585, 886 -909, 066 -710, 877 -298, 724 -6, 574, 318
Total	299, 527, 000	261, 513, 009	-38, 013, 991

1 Includes sec. 32 transfers. 2 Includes \$90,059,000 provided in prior fiscal years as advance budget authority for fiscal year 1977.

#### OUTLAYS

[In thousands of dollars]

Subcommittee	Allocation re	Committee commendation 1	Difference
Agriculture and related agencies Defense. District of Columbia Foreign Operations HUD-Independent agencies. Interior and related agencies. Labor-Health, Education, and Welfare. Legislative. Military construction. Public Works State, Justice, Commerce, and Judiciary.	13, 034, 481 96, 166, 259 467, 843 6, 109, 945 37, 147, 775 6, 001, 692 68, 835, 612 964, 376 3, 197, 000 8, 925, 737 7, 415, 180 14, 693, 790 8, 565, 575	12, 049, 152 94, 528, 515 6, 038, 644 34, 575, 207 6, 041, 010 63, 313, 144 31, 190, 925 8, 588, 626 7, 074, 956 13, 659, 957 8, 271, 753	-985, 329 -1, 637, 744 -467, 843 -71, 301 -2, 572, 568 +39, 318 -5, 522, 468 -152, 912 -6, 675 -327, 111 -340, 224 -1, 033, 832
Treasury—Postal Service-General GovernmentUndistributed at present	5, 431, 125		-5, 431, 125
Total	276, 956, 390	258, 153, 353	-18, 803, 03

<sup>1</sup> These amounts include outlays resulting from obligational authority provided in prior years in addition to the outlays resulting from obligational authority provided in the fiscal 1977 bills.

#### COMMITTEE ACTION COMPARED WITH THE BUDGET ESTIMATES PROPOSED BY THE PRESIDENT THAT WERE CONSIDERED BY THE COMMITTEE

#### BUDGET AUTHORITY

[In thousands of dollars]

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Subcommittee		Committee recommendation	Difference
Agriculture and related agencies	11, 464, 892 (12, 575, 892) 106, 762, 172 5, 497, 220 45, 291, 598 5, 640, 810 52, 367, 096 (52, 537, 096 (52, 537, 096) (52, 537, 096) 9, 220, 095 6, 297, 119 15, 336, 871 (5, 352, 292) 7, 983, 147	11, 703, 438 (12, 514, 438) 105, 947, 887 4, 946, 198 42, 993, 930 5, 589, 180 55, 877, 281 (56, 104, 631) 780, 267 3, 293, 118 9, 551, 209 6, 382, 828 15, 270, 656 (5, 286, 077) 8, 275, 958	+238, 546 (-61, 454) -814, 285 -551, 022 -2, 297, 663 +3, 510, 185 (+3, 567, 535) -173, 882 +331, 114 +85, 709 -66, 215 +292, 811
Total(Including advance funding and sec. 32 transfers)	260, 122, 204 (261, 418, 625)	260, 611, 950 (261, 665, 721)	+489, 746 (+247, 096)
		Contract Con	and the second second

<sup>&</sup>lt;sup>1</sup> Excludes \$90,059,000 in fiscal year 1977 budget authority provided in prior year appropriations as advance funding.

# ADDITIONAL VIEWS OF HON. WILLIAM L. ARMSTRONG

From a casual reading of this report, one might be tempted to jump to the happy conclusion the Appropriations Committee is recommending a spending level some \$38 billion below the budget authority contained in the first concurrent resolution on the budget and only about

half a billion above the administration budget.

Unfortunately, however, this is not the case. The apparent saving arises from the fact that numerous items have been deferred; when these are added, large increases will be inevitable. For example, the Labor-HEW amounts noted here do not include the consideration of some \$2.29 billion in budget requests for programs which were funded last year at \$5.42 billion. Similarly, the HUD-Independent Agencies subcommittee reserved some \$12.5 billion which may be needed for future appropriations to fund waste water treatment grants, the Government National Mortgage Association's mortgage purchase program, assisted housing programs, and for cost of living adjustments for veterans benefits. So this report should not be regarded as a final recommendation by the Committee. Unless a completely unexpected degree of fiscal restraint is applied within the coming months, the total will grow much larger.

In any event, the Federal Government is again headed for a deficit of stupendous proportions. The probable consequences—inflation, unemployment, declining productivity, economic sluggishness—have been discussed over and over again. But I am concerned that we have run up such huge deficits in the past 2 years that our senses are becoming overloaded; we are losing sight of how very, very large our spending and deficits have become. I'd like to try to put the trend into

perspective:

In the current fiscal year, the deficit alone is as large as the total

of all Federal spending only two decades ago.

Just the interest on Federal debt (\$37.4 billion) is more than the Federal Government spent for all outlays for the entire period from the Revolutionary War to World War I, twice as much as the Federal budget for all the years from 1789 to 1900, more than the total of all Federal spending for any single year prior to 1943—just the interest!

It took 186 years for the Federal budget to reach \$100 billion in 1962; in the next 9 years we reached the \$200 billion mark; within 4 more years, \$300 billion; now Federal spending has

zoomed past \$400 billion.

Even more ominous than the actual amount of spending in dollars is the rising share of our income which is going to Federal, State and local government. This proportion has increased from 10 percent in 1929 to 18 percent in 1940, 21 percent in 1950, 27 percent in 1960, 32 percent in 1970 and is now over one-third and still rising. Literally the

"average" American now works the first 4 months of each year to pay

the cost of government.

How this could happen in a Nation born in a revolution sparked by excessive and unjust taxation is an issue beyond the scope of this report. But the trend toward greater and greater government spending must be prime concern to anyone who understands the inseparability of economic freedom from other cherished liberties. I do not know where the breaking point is. But it is impossible to believe that freedom of worship, free speech, free press, freedom of association, travel and other traditional freedoms can survive the indefinite continuation of the trend of government taking more and more of our income each year.

At the end of these remarks, I am submitting a statistical table showing Federal receipts, spending and deficits over a long period of time. I hope my colleagues will take a few minutes to consider seri-

ously the consequences of the trend which this table discloses.

As for the more mundane question of whether we are getting our money's worth for all this government spending-well, I believe we all instinctively realize that we are not. Yet who could look at the gigantic size of our budget and not agree with one of our colleagues who declared: "I'm just glad that I am not getting all the government we are paying for!" we are paying for!"

WILLIAM L. ARMSTRONG.

### BUDGET RECEIPTS AND OUTLAYS, 1789-1977 [In millions of dollars]

Fiscal year	Receipts	Outlays	Surplus deficit (-
89–1849	1, 160 14, 462 588	1, 090 15, 453 525	+
50-1900	14, 462	15, 453	-9
12	588	525 485	+
2   3	562	517	‡ = + +
4	541	584	_
5	544	567	242 4
6	595 666	570 579	+
7	602	659	7
9	604	694	-
0	676	694	-
1	702	691	H
2	693	690	
3	714 725	715 726	
45	683	746	-
6	761	713	4
7	1,011	1, 954 12, 677	-9,
8	3, 645 5, 130	12, 0//	-13,
90	6, 649	6, 358	+
1	6, 649 5, 571	5, 062	+
2	4. 026	3, 289	‡
3	3, 853	3, 140	+
4	3, 871 3, 641	2, 908	#
56	3.795	18, 493 6, 358 5, 062 3, 289 3, 140 2, 908 2, 924 2, 930 2, 857 2, 961 3, 127 3, 320	1
7	4, 013 3, 900	2, 857	+1,
8	3,900	2, 961	+1,
9	3, 862	3, 127	+
0	4, 058	3, 320	+
2	3, 116 1, 924	3, 577 4, 659	-2,
3	1 997	4, 598	-2.
4	3, 015	6, 645 6, 497	$-\frac{1}{3}$ , $-2$ ,
5	3, 015 3, 706 3, 997	6, 497	-2,
6 7	4, 956	8, 422 7, 733	-4, -2,
8	5, 588	6, 765	-1.
9	5, 588 4, 979	6, 765 8, 841	-1, -3,
.0	6, 361	9, 456	-3,
1	8, 621	13, 634 35, 114	-5,
92	23 649	78, 533	-20, -54,
134	14, 350 23, 649 44, 276 45, 216 39, 327 38, 394	78, 533 91, 280	-4/.
5	45, 216	92, 690 55, 183	-47, -15,
6	39, 327	55, 183	-15,
7	38, 394	34, 532	+3, +12,
8	41,774	29, 773 38, 834 42, 597	+12,
90	39, 437 39, 485	42, 597	-3,
1	51, 646	45, 546 67, 721 76, 107	+6,
2	66, 204 69, 574	67, 721	-1, -6,
3	69, 5/4	76, 107	-6, $-1.$
4	65, 469	68, 509	2
56	74, 547	68, 509 70, 460 76, 741	-3, +4, +3, -2, -12,
7	74, 547 79, 990	76, 741	+3,
89		82.5/5	-2,
9	79, 249 92, 492 94, 389	92, 104 92, 223	-12,
0	94 389	97, 795	-3,
2	99, 676	106, 813	-7,
3	106, 560 112, 662	106, 813 111, 311	-7, -4, -5,
4	112, 662	118, 584	-5,
5	116, 833	118, 430	-1.
66	130, 856 149, 552	134, 652 158, 254	-8.
57	149, 552 153, 671	178, 833	25
88 9	187. 784	184, 548 196, 588 211, 425	+3,
70	193, 743 188, 392	196, 588	-2,
/1	188, 392	211, 425	+3, -2, -23, -23,
2	208, 649	231, 876	-23, $-14,$
/3	264, 932	246, 526 268, 392	-3,
14	232, 225 264, 932 280, 997	324 601	-43.
75	297.534	373, 535 97, 971 413, 300	-76,
ansition quarter 1	81, 894 362, 500	97, 971	-16, -50,
77 2	362, 500	413, 300	-50,

<sup>1</sup> Estimate. 2 Recommended in budget resolution.

TODAY CONTROL OF THE TOTAL TROUBLES

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